

1 IN THE CIRCUIT COURT OF HARRISON COUNTY, MISSISSIPPI  
2 SECOND JUDICIAL DISTRICT

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4 IN RE: SUBPOENA DUCES TECUM -  
5 GRAND JURY SERVED ON RICK MOORE  
6 MARCH 16, 2006 CAUSE NO. A2402-06-48  
7 RETURNABLE MARCH 23, 2006  
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11 TRANSCRIPT OF THE PROCEEDINGS HAD AND DONE IN THE  
12 HEARING OF THE ABOVE STYLED AND NUMBERED CAUSE BEFORE  
13 THE HONORABLE STEPHEN B. SIMPSON, CIRCUIT COURT JUDGE  
14 OF THE SECOND CIRCUIT COURT DISTRICT OF THE STATE OF  
15 MISSISSIPPI, ON MARCH 28, 2006.  
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18 APPEARANCES:

19 Present and Representing the State:

20 HONORABLE CONO CARANNA  
21 District Attorney  
22 P. O. Box 1180  
23 Gulfport, MS 39502

24 HONORABLE TIMOTHY CRAIG HOWARD  
25 Special Assistant Attorney General  
802 North State Street, 4th Floor  
Jackson, MS 39201

EXHIBIT

ANGELLE WEBB, RPR, CSR - OFFICIAL COURT REPORTER

"V"

1 APPEARANCES: (CONT'D)

2 Present and Representing State Farm  
3 Fire and Casualty Company:

4 HONORABLE PETER H. BARRETT  
5 HONORABLE ROBERT C. GALLOWAY  
6 Butler, Snow, O'Mara,  
7 Stevens & Cannada  
8 P. O. Drawer 4248  
9 Gulfport, MS 39502

10 HONORABLE W. SCOTT WELCH, III  
11 Baker Donelson, Bearman,  
12 Caldwell & Berkowitz  
13 4268 I-55 North  
14 Meadowbrook Office Park  
15 Jackson, MS 39211  
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1 appearance for the benefit of the court  
2 reporter's record, please.

3 MR. HOWARD: Yes. Your Honor, my  
4 name is Tim Howard, Special Assistant  
5 Attorney General with the Attorney  
6 General's office.

7 THE COURT: All right, Mr. Howard.

8 MR. HOWARD: Just for a brief basis  
9 of why the subpoena was issued, the  
10 Attorney General received information from  
11 confidential informants that engineering  
12 reports had been altered at the request of  
13 State Farm and that basically State Farm  
14 had twisted the arms of some of the  
15 engineers who had done engineering reports  
16 involving assessment on reported damage of  
17 Hurricane Katrina to residences, had  
18 twisted the arms of some engineering firms  
19 in order to get them to change their  
20 engineering reports, and that these  
21 engineering reports would be located in an  
22 office in Biloxi, and because of that some  
23 of the claims were denied based upon the  
24 fraudulent engineering reports that State  
25 Farm wanted the engineers to submit and

1 twisted their arms to do.

2 So therefore, we had a grand jury  
3 subpoena issued in order to gather the  
4 engineering reports to look at those  
5 reports, specifically those ones in which  
6 there is more than one report on a  
7 particular piece of property.

8 THE COURT: Mr. Howard, under what  
9 authority of the Attorney General's office  
10 of the Mississippi code is the Attorney  
11 General proceeding through the Harrison  
12 County grand jury?

13 MR. HOWARD: Your Honor, the office  
14 in which these engineering reports are  
15 going through is the office in Biloxi, and  
16 those residences are also within this  
17 particular district.

18 THE COURT: I understand with respect  
19 to venue, but under the jurisdictional  
20 authority of the Harrison County grand jury  
21 to pursue this matter through the Attorney  
22 General's office. Apparently, Mr. Caranna,  
23 you want to speak to that?

24 MR. CARANNA: Yes, sir. Your Honor,  
25 when made notice, given notice of the fact

## 1 COURT REPORTER'S CERTIFICATE

2  
3 STATE OF MISSISSIPPI

4 COUNTY OF HARRISON

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6 I, Angelle T. Webb, Official Court Reporter for  
7 the Second Circuit Court District of the State of  
8 Mississippi, do hereby certify that the foregoing 61  
9 pages constitute, to the best of my ability, a true and  
10 correct transcript of my stenographic notes and  
11 electronic tape recording of the hearing had on March  
12 28, 2006, before the Honorable Stephen B. Simpson,  
13 Circuit Court Judge of the Second Circuit Court  
14 District of the State of Mississippi, being a regular  
15 day in the March Term of Harrison County Circuit Court  
16 at Gulfport.

17 Witness my signature this, the 7th day of April,  
18 2006.

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20 ANGELLE T. WEBB, RPR, CSR, (#1306)  
21 Official Court Reporter  
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